

## Message Text

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11

ACTION TRSE-00

INFO OCT-01 DRC-01 ISO-00 ARA-16 EB-11 TAR-02 CIAE-00

INR-11 NSAE-00 RSC-01 L-03 CIEP-03 SP-03 /052 W

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P 222033Z AUG 74

FM AMEMBASSY BRASILIA

TO SECSTATE WASHDC PRIORITY 5211

LIMITED OFFICIAL USE BRASILIA 6389

PASS TREASURY FOR PETER SUCHMAN

E.O.11652: N/A

TAGS: EFIN, BR

SUBJECT: COUNTERVAILING DUTY ON BRAZILIAN FOOTWEAR

1. ARY PINTO, SENIOR INTERNATIONAL ECONOMIC ADVISOR TO FINANCE MINISTER SIMONSEN, CALLED FINANCIAL ATTACHE AFTERNOON AUGUST 21 TO EXPRESS HIS DISAPPOINTMENT AT WHAT HE SAID HE HAD LEARNED ABOUT THE STATUS OF THE COUNTERVAILING DUTY INVESTIGATION ON BRAZILIAN SHOES. PINTO SAID HE HAD RECEIVED A TELEPHONE CALL FROM FRANCISCO DORNELLES, WHO IS NOW IN WASHINGTON FOR THE TRANSNATIONAL WORKING GROUP DISCUSSIONS, WHO REPORTED THAT HE HAD LEARNED FROM THE AMERICAN LAWYER FOR THE SHOE EXPORTERS (HEMMENDINGER) THAT THE POLICY MAKERS AT TREASURY HAD ALLEGEDLY FOUND THE AVERAGE COUNTERVAILING DUTY OF THE SAMPLE OF TWELVE FIRMS--WHICH WAS ESTIMATED BY THE BRAZILIANS AT 5.25 PERCENT AND ACCORDING TO HEMMENDINGER CONFIRMED BY TREASURY TECHNICIANS-- TO LOW AND WERE NOW GIVING CONSIDERATION TO THE APPLICATION OF MULTIPLE RATES. PINTO SAID SUCH A DECISION ON TREASURY'S PART WOULD CAUSE DIFFICULTIES FOR THE GOB SINCE IN MOST INSTANCES THE HIGHER RATES WOULD BE APPLICABLE TO THE SMALLER FIRMS WHICH, HE NOTED, ARE FINANCIALLY ALREADY IN PRECARIOUS CONDITIONS.

2. ACTION REQUESTED: EMBASSY WOULD APPRECIATE A STATUS  
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REPORT ON THE INVESTIGATION AND CONFIRMATION OF WHETHER

HEMMENDINGER'S REPORT TO DORNELLES TRULY REFLECTS  
TREASURY'S THINKING.  
CRIMMINS

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** FOOTWEAR, COUNTERVAILING DUTIES, INVESTIGATIONS, COMMITTEES, MEETING DELEGATIONS, DIPLOMATIC DISCUSSIONS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 22 AUG 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** boyleja  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974BRASIL06389  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740233-0316  
**From:** BRASILIA  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19740828/aaaaaxgb.tel  
**Line Count:** 64  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION TRSE  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** boyleja  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 12 SEP 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <12 SEP 2002 by rowelle0>; APPROVED <26 FEB 2003 by boyleja>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** COUNTERVAILING DUTY ON BRAZILIAN FOOTWEAR  
**TAGS:** EFIN, BR, US, (DORNELLES, FRANCISCO)  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005